

UNIFIED SCHOOL DISTRICT NO. 395
LaCrosse, Kansas

Primary Government Financial Statements
with Independent Auditors' Report

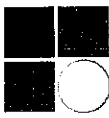
For the Year Ended June 30, 2007

UNIFIED SCHOOL DISTRICT NO. 395
Primary Government Financial Statements
with Independent Auditors' Report
For the Year Ended June 30, 2007

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INDEPENDENT AUDITORS' REPORT

To the Board of Education
Unified School District No. 395
LaCrosse, KS 67548

We have audited the accompanying financial statements of **Unified School District No. 395, LaCrosse, Kansas**, as of and for the year ended June 30, 2007, as listed in the table of contents. These financial statements are the responsibility of **Unified School District No. 395, LaCrosse, Kansas'** management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the Kansas Municipal Audit Guide. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

The financial statements do not include financial data for the District's legally separate component unit. Accounting principles generally accepted in the United States of America require the financial data for this component unit to be reported with the financial data of the District's primary government unless the District also issues financial statements for the financial reporting entity that include the financial data for its component unit. The District has not issued such reporting entity financial statements. Because of this departure from accounting principles generally accepted in the United States of America, the cash and unencumbered cash balances of the aggregate blended component unit would have been reported as \$87,981.

As described more fully in Note 1, **Unified School District No. 395, LaCrosse, Kansas** has prepared its financial statements using accounting practices prescribed or permitted by the State of Kansas which practices differ from accounting principles generally accepted in the United States of America. The effects on the financial statements of the variances between these regulatory accounting practices and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

In our opinion, because of the effects of the matters discussed in the two preceding paragraphs, the financial statements referred to above do not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of **Unified School District No. 395, LaCrosse, Kansas**, as of June 30, 2007, or changes in financial position for the year then ended.

In our opinion, the financial statements referred to above present fairly, in all material respects, the cash and unencumbered cash balances of each fund of **Unified School District No. 395, LaCrosse, Kansas**, as of June 30, 2007, and their respective cash receipts and disbursements and budgetary results for the year then ended, on the basis of accounting described in Note 1.

Adams Brown Beran & Ball

ADAMS, BROWN, BERAN & BALL, CHTD.
Certified Public Accountants

October 1, 2007

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UNIFIED SCHOOL DISTRICT NO. 395

LaCrosse, Kansas

Summary of Cash Receipts, Expenditures, and Unencumbered Cash
For the Year Ended June 30, 2007

Fund	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
Governmental Funds							
General Fund	\$ (232,742)	90	2,620,804	2,555,504	(167,352)	61,882	(105,470)
Supplemental General Fund	18,130	-	576,811	567,930	27,011	30,139	57,150
Special Revenue Funds							
Capital Outlay Fund	770,305	519	468,448	193,425	1,045,847	54,269	1,100,116
Driver Training Fund	26,714	-	3,416	3,241	26,889	-	26,889
Food Service Fund	51,600	-	169,519	168,051	53,068	143	53,211
Professional Development Fund	19,486	-	1,021	7,900	12,607	-	12,607
Parent Education Program Fund	-	-	8,000	4,000	4,000	-	4,000
Summer School Fund	12,901	-	10,000	863	22,038	750	22,788
Special Education Fund	474,442	-	445,565	461,461	458,536	-	458,536
Vocational Education Fund	-	-	124,242	124,242	-	2,140	2,140
KPERS Special Retirement Contribution Fund	-	-	114,920	114,920	-	-	-
At Risk (K-12) Fund	-	-	126,027	126,027	-	6,743	6,743
Contingency Reserve Fund	130,050	-	23,280	-	153,330	-	153,330
Textbook Rental Fund	13,601	-	28,548	7,838	34,311	-	34,311
Title I Fund	9,503	-	61,139	61,720	8,922	598	9,520
Title V Fund	-	-	794	794	-	250	250
Technology Grant Fund	-	-	6,104	19,698	(13,594)	14,134	540
Title II A - Teacher Quality Fund	-	-	20,039	20,039	-	-	-
Title II D - Education Technology Fund	-	-	597	597	-	146	146
Gate Receipts	1,629	-	31,414	27,721	5,322	-	5,322
School Projects	9,038	-	23,865	23,902	9,001	-	9,001
Total Primary Government (Excluding Agency Funds)	\$ 1,304,657	609	4,864,543	4,489,873	1,679,936	171,194	1,851,130
Composition of Cash:							
			Checking Accounts				73,650
			Savings Accounts				157,210
			Certificates of Deposit				1,650,000
			Total Cash				1,880,860
			Less Agency Funds per Statement 4				(29,730)
			Total Primary Government (Excluding Agency Funds)				\$ 1,851,130

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 395
LaCrosse, Kansas
Summary of Expenditures - Actual and Budget
For the Year Ended June 30, 2007

Fund	Certified Budget	Adjustment to Comply With Legal Max	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance Favorable (Unfavorable)
Governmental Funds						
General Fund	\$ 2,556,798	(1,294)	-	2,555,504	2,555,504	-
Supplemental General Fund	567,930	-	-	567,930	567,930	-
Special Revenue Funds						
Capital Outlay Fund	716,000	-	-	716,000	192,287	523,713
Driver Training Fund	14,350	-	-	14,350	3,241	11,109
Food Service Fund	252,920	-	-	252,920	168,051	84,869
Professional Development Fund	15,180	-	-	15,180	7,900	7,280
Parent Education Program Fund	4,000	-	-	4,000	4,000	-
Summer School Fund	12,902	-	-	12,902	863	12,039
Special Education Fund	499,949	-	-	499,949	461,461	38,488
Vocational Education Fund	144,800	-	-	144,800	124,242	20,558
KPERS Special Retirement Contribution Fund	115,715	-	-	115,715	114,920	795
At Risk (K-12) Fund	126,027	-	-	126,027	126,027	-

UNIFIED SCHOOL DISTRICT NO. 395
LaCrosse, Kansas
General Fund

Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended June 30, 2007
(With Comparative Actual Totals for the Prior Year Ended June 30, 2006)

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash Receipts				
Taxes and Shared Revenues				
Taxes	\$ 407,156	417,560	416,285	1,275
Intergovernmental Revenue				
Mineral Production Tax	10,845	8,845	-	8,845
Equalization Aid	1,824,775	1,908,844	1,843,397	65,447
State Aid	233,309	285,555	287,085	(1,530)
Total Cash Receipts	<u>2,476,085</u>	<u>2,620,804</u>	<u>2,546,767</u>	<u>74,037</u>
Expenditures				
Instruction	1,265,702	1,025,405	1,256,509	231,104
Student Support Services	55,156	52,813	29,144	(23,669)
Instructional Support Services	3,222	61,454	44,874	(16,580)
General Administration	186,737	171,415	199,072	27,657
School Administration	138,093	144,310	143,630	(680)
Operation and Maintenance	272,880	282,781	350,460	67,679
Vehicle Operating Services	146,932	149,662	154,831	5,169
Operating Transfers	396,081	667,664	378,278	(289,386)
Total Expenditures	<u>2,464,803</u>	<u>2,555,504</u>	<u>2,556,798</u>	<u>1,294</u>
Adjustment to Comply with Legal Max	<u>-</u>	<u>-</u>	<u>(1,294)</u>	<u>(1,294)</u>
Legal General Fund Budget	<u>2,464,803</u>	<u>2,555,504</u>	<u>2,555,504</u>	<u>-</u>
Receipts Over (Under) Expenditures	11,282	65,300		
Unencumbered Cash, July 1	(244,301)	(232,742)		
Prior Year Cancelled Encumbrances	<u>277</u>	<u>90</u>		
Unencumbered Cash, June 30	<u>\$ (232,742)</u>	<u>(167,352)</u>		

The notes to the financial statements are an integral part of this statements.

UNIFIED SCHOOL DISTRICT NO. 395

LaCrosse, Kansas

Supplemental General Fund

Statement of Cash Receipts and Expenditures - Actual and Budget

For the Year Ended June 30, 2007

(With Comparative Actual Totals for the Prior Year Ended June 30, 2006)

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash Receipts				
Taxes and Shared Revenues				
Taxes	\$ 464,732	497,855	482,627	15,228
Intergovernmental Revenue				
Equalization Aid	47,329	78,956	62,849	16,107
Total Cash Receipts	512,061	576,811	545,476	31,335
Expenditures				
Instruction	105,649	216,670	131,375	(85,295)
Operating Transfers	420,851	351,260	436,555	85,295
Legal Supplemental General Fund Budget	526,500	567,930	567,930	-
Receipts Over (Under) Expenditures	(14,439)	8,881		
Unencumbered Cash, July 1	32,569	18,130		
Unencumbered Cash, June 30	\$ 18,130	27,011		

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 395

LaCrosse, Kansas

Capital Outlay Fund

Statement of Cash Receipts and Expenditures - Actual and Budget

For the Year Ended June 30, 2007

(With Comparative Actual Totals for the Prior Year Ended June 30, 2006)

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash Receipts				
Taxes and Shared Revenues				
Taxes	\$ 90,524	91,928	90,819	1,109
Intergovernmental Revenue				
State Aid	2,426	4,251	4,261	(10)
Other Local Sources				
Interest on Idle Funds	67,256	88,770	-	88,770
Miscellaneous	2,453	5,345	-	5,345
Insurance Proceeds	74,097	49,352	-	49,352
Operating Transfers	131,476	228,802	-	228,802
Total Cash Receipts	368,232	468,448	95,080	373,368
Expenditures				
Instruction	95,380	44,031	145,000	100,969
General Administration	3,621	1,637	50,000	48,363
School Administration	2,754	328	100,000	99,672
Operation and Maintenance	16,651	13,638	50,000	36,362
Facility Acquisition and Construction	345,927	133,791	371,000	237,209
Total Expenditures	464,333	193,425	716,000	522,575
Receipts Over (Under) Expenditures	(96,101)	275,023		
Unencumbered Cash, July 1	866,406	770,305		
Prior Year Cancelled Encumbrances	-	519		
Unencumbered Cash, June 30	\$ 770,305	1,045,847		

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 395

LaCrosse, Kansas

Driver Training Fund

Statement of Cash Receipts and Expenditures - Actual and Budget

For the Year Ended June 30, 2007

(With Comparative Actual Totals for the Prior Year Ended June 30, 2006)

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash Receipts				
Intergovernmental Revenue				
State Aid	\$ 1,820	1,316	1,365	(49)
Other Local Sources				
Student Fees	2,398	2,100	-	2,100
Total Cash Receipts	<u>4,218</u>	<u>3,416</u>	<u>1,365</u>	<u>2,051</u>
Expenditures				
Instruction	2,470	2,112	3,950	1,838
Supplies	-	-	10,000	10,000
Vehicle Operating Services	-	1,129	400	(729)
Total Expenditures	<u>2,470</u>	<u>3,241</u>	<u>14,350</u>	<u>11,109</u>
Receipts Over (Under) Expenditures	1,748	175		
Unencumbered Cash, July 1	<u>24,966</u>	<u>26,714</u>		
Unencumbered Cash, June 30	<u>\$ 26,714</u>	<u>26,889</u>		

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 395

LaCrosse, Kansas

Food Service Fund

Statement of Cash Receipts and Expenditures - Actual and Budget

For the Year Ended June 30, 2007

(With Comparative Actual Totals for the Prior Year Ended June 30, 2006)

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash Receipts				
Intergovernmental Revenue				
State Aid	\$ 1,941	2,101	1,975	126
Federal Aid	53,437	73,428	60,869	12,559
Other Local Sources				
Lunch Receipts - Students	55,470	56,468	55,791	677
Lunch Receipts - Adults	677	1,061	884	177
Operating Transfers	53,740	36,110	82,500	(46,390)
Miscellaneous	-	351	-	351
Total Cash Receipts	<u>165,265</u>	<u>169,519</u>	<u>202,019</u>	<u>(32,500)</u>
Expenditures				
Food Service Operation	<u>163,769</u>	<u>168,051</u>	<u>252,920</u>	<u>84,869</u>
Receipts Over (Under) Expenditures	1,496	1,468		
Unencumbered Cash, July 1	<u>50,104</u>	<u>51,600</u>		
Unencumbered Cash, June 30	<u>\$ 51,600</u>	<u>53,068</u>		

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 395

LaCrosse, Kansas

Professional Development Fund

Statement of Cash Receipts and Expenditures - Actual and Budget

For the Year Ended June 30, 2007

(With Comparative Actual Totals for the Prior Year Ended June 30, 2006)

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash Receipts				
Intergovernmental Revenue	\$			
State Aid	573	1,021	1,225	(204)
Other Local Sources				
Operating Transfers	8,000	-	8,000	(8,000)
Total Cash Receipts	8,573	1,021	9,225	(8,204)
Expenditures				
Instruction	1,635	7,900	-	(7,900)
Instructional Support Services	6,049	-	15,180	15,180
Total Expenditures	7,684	7,900	15,180	7,280
Receipts Over (Under) Expenditures	889	(6,879)		
Unencumbered Cash, July 1	18,597	19,486		
Unencumbered Cash, June 30	\$ 19,486	12,607		

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 395
 LaCrosse, Kansas
 Parent Education Program Fund
 Statement of Cash Receipts and Expenditures - Actual
 For the Year Ended June 30, 2007
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2006)

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash Receipts				
Operating Transfers	\$ 4,000	8,000	4,000	4,000
Expenditures				
Payment to Coop	4,000	4,000	4,000	-
Receipts Over (Under) Expenditures	-	4,000		
Unencumbered Cash, July 1	-	-		
Unencumbered Cash, June 30	\$ -	4,000		

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 395
LaCrosse, Kansas
Summer School Fund

Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended June 30, 2007
(With Comparative Actual Totals for the Prior Year Ended June 30, 2006)

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash Receipts				
Operating Transfers	\$ -	10,000	-	10,000
Expenditures				
Instruction	168	863	12,902	12,039
Receipts Over (Under) Expenditures	(168)	9,137		
Unencumbered Cash, July 1	13,069	12,901		
Unencumbered Cash, June 30	\$ 12,901	22,038		

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 395

LaCrosse, Kansas

Special Education Fund

Statement of Cash Receipts and Expenditures - Actual and Budget

For the Year Ended June 30, 2007

(With Comparative Actual Totals for the Prior Year Ended June 30, 2006)

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash Receipts				
Operating Transfers	\$ 394,309	445,555	448,238	(2,683)
Expenditures				
Instruction	354,259	426,095	450,000	23,905
Vehicle Operating Services	35,612	35,366	49,949	14,583
Total Expenditures	389,871	461,461	499,949	38,488
Receipts Over (Under) Expenditures	4,438	(15,906)		
Unencumbered Cash, July 1	470,004	474,442		
Unencumbered Cash, June 30	\$ 474,442	458,536		

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 395

LaCrosse, Kansas

Vocational Education Fund

Statement of Cash Receipts and Expenditures - Actual and Budget

For the Year Ended June 30, 2007

(With Comparative Actual Totals for the Prior Year Ended June 30, 2006)

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash Receipts				
Operating Transfers	\$ 120,891	124,242	144,800	(20,558)
Expenditures				
Instruction	120,891	124,242	144,800	20,558
Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash, July 1	-	-		
Unencumbered Cash, June 30	\$ -	-		

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 395
LaCrosse, Kansas
KPERS Special Retirement Contribution Fund
 Statement of Cash Receipts and Expenditures - Actual and Budget
 For the Year Ended June 30, 2007
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2006)

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash Receipts				
Intergovernmental Revenue				
KPERS Contributions	\$ 98,902	114,920	115,715	(795)
Expenditures				
Instruction	68,768	77,931	80,458	2,527
Student Support Services	3,068	3,412	3,590	178
Instructional Support Services	1,895	2,580	2,217	(363)
General Administration	7,462	9,798	8,730	(1,068)
School Administration	6,781	7,833	7,933	100
Operations and Maintenance	4,169	6,005	4,877	(1,128)
Student Transportation Services	1,504	1,568	1,760	192
Food Service	5,255	5,793	6,150	357
Total Expenditures	98,902	114,920	115,715	795
Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash, July 1	-	-		
Unencumbered Cash, June 30	\$ -	-		

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 395
LaCrosse, Kansas
At Risk (K-12) Fund

Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended June 30, 2007
(With Comparative Actual Totals for the Prior Year Ended June 30, 2006)

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash Receipts				
Operating Transfers	\$ 73,220	126,027	126,027	-
Expenditures				
Instruction	73,220	126,027	126,027	-
Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash, July 1	-	-		
Unencumbered Cash, June 30	\$ -	-		

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 395

LaCrosse, Kansas

Contingency Reserve Fund

Statement of Cash Receipts and Expenditures - Actual

For the Year Ended June 30, 2007

(With Comparative Actual Totals for the Prior Year Ended June 30, 2006)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Operating Transfers	\$ 31,296	23,280
Receipts Over (Under) Expenditures	31,296	23,280
Unencumbered Cash, July 1	98,754	130,050
Unencumbered Cash, June 30	\$ 130,050	153,330

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 395

LaCrosse, Kansas

Textbook Rental Fund

Statement of Cash Receipts and Expenditures - Actual

For the Year Ended June 30, 2007

(With Comparative Actual Totals for the Prior Year Ended June 30, 2006)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Book Rental Fees	\$ 13,284	11,640
Operating Transfers	-	16,908
Total Cash Receipts	13,284	28,548
Expenditures		
Instruction	25,305	7,838
Receipts Over (Under) Expenditures	(12,021)	20,710
Unencumbered Cash, July 1	25,622	13,601
Unencumbered Cash, June 30	\$ 13,601	34,311

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 395
LaCrosse, Kansas
Title I Fund

Statement of Cash Receipts and Expenditures - Actual
For the Year Ended June 30, 2007
(With Comparative Actual Totals for the Prior Year Ended June 30, 2006)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Federal Aid	\$ 64,235	61,139
Expenditures		
Instruction	54,732	52,218
Instruction - Carryover	10,560	9,502
Total Expenditures	65,292	61,720
Receipts Over (Under) Expenditures	(1,057)	(581)
Unencumbered Cash, July 1	10,560	9,503
Unencumbered Cash, June 30	\$ 9,503	8,922

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 395

LaCrosse, Kansas

Title V Fund

Statement of Cash Receipts and Expenditures - Actual

For the Year Ended June 30, 2007

(With Comparative Actual Totals for the Prior Year Ended June 30, 2006)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Federal Aid	\$ 1,532	794
Expenditures		
Instruction	1,082	-
Student Support Services	450	794
Total Expenditures	1,532	794
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, July 1	-	-
Unencumbered Cash, June 30	\$ -	-

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 395

LaCrosse, Kansas

Technology Grant Fund

Statement of Cash Receipts and Expenditures - Actual

For the Year Ended June 30, 2007

(With Comparative Actual Totals for the Prior Year Ended June 30, 2006)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Grants	\$ 18,830	6,104
Expenditures		
Instruction	18,830	19,698
Receipts Over (Under) Expenditures	-	(13,594)
Unencumbered Cash, July 1	-	-
Unencumbered Cash, June 30	\$ -	(13,594)

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 395
LaCrosse, Kansas
Title II A - Teacher Quality Fund
Statement of Cash Receipts and Expenditures - Actual
For the Year Ended June 30, 2007
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2006)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Federal Aid	\$ 20,185	20,039
Expenditures		
Instruction	20,185	20,039
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, July 1	-	-
Unencumbered Cash, June 30	\$ -	-

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 395
LaCrosse, Kansas
Title II D - Education Technology Fund
Statement of Cash Receipts and Expenditures - Actual
For the Year Ended June 30, 2007
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2006)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Federal Aid	\$ 1,236	597
Expenditures		
Instruction	1,236	597
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, July 1	-	-
Unencumbered Cash, June 30	\$ -	-

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 395

LaCrosse, Kansas

Agency Funds

Summary of Cash Receipts and Cash Disbursements
For the Year Ended June 30, 2007

	Beginning Cash Balance	Cash Receipts	Cash Disbursements	Ending Cash Balance
Activity Funds - Student Organizations				
High School				
Class of 2007	\$ 1,330	250	1,456	124
Class of 2008	2,497	10,253	10,335	2,415
Class of 2009	1,618	681	466	1,833
Class of 2010	-	2,534	1,332	1,202
FFA	1,361	12,924	12,855	1,430
Stuco	931	3,735	4,327	339
Spirit Club	-	48	3	45
Leopard Club	4,528	13,494	9,615	8,407
Speech/Drama	1,363	872	939	1,296
National Honor Society	327	555	618	264
Weight Lifting	2,233	7,413	7,078	2,568
IMPACT	139	-	-	139
Chorus	309	86	164	231
Cheerleaders	1,138	7,001	6,976	1,163
Foreign Language	1,013	5,538	2,099	4,452
Industrial Arts Club	1,159	297	241	1,215
Art Club	968	48	335	681
Subtotal High School	20,914	65,729	58,839	27,804
Middle School				
Music Club	509	9	54	464
STUCO	936	3,046	2,933	1,049
NJHS	212	-	114	98
Cheerleaders	348	2,134	2,167	315
Subtotal Middle School	2,005	5,189	5,268	1,926
Total Student Organizations	\$ 22,919	70,918	64,107	29,730

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 395

LaCrosse, Kansas

District Activity Funds

Statement of Cash Receipts, Expenditures, and Unencumbered Cash
For the Year Ended June 30, 2007

Fund	Beginning Unencumbered Cash Balance	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
Gate Receipts						
High School						
Athletics	\$ 503	28,318	24,145	4,676	-	4,676
Middle School						
Athletics	1,126	3,096	3,576	646	-	646
Total Gate Receipts	1,629	31,414	27,721	5,322	-	5,322
School Projects						
High School						
Prom Party	1,355	6,190	5,972	1,573	-	1,573
Band	1,954	6,486	6,649	1,791	-	1,791
Engineering & Design	300	250	281	269	-	269
Weight Room Equip Fund	657	25	-	682	-	682
Entrepreneur	88	245	-	333	-	333
Concessions	557	938	851	644	-	644
Book Fair	170	2,193	2,105	258	-	258
Golden Belt Grant	831	-	831	-	-	-
Drafting	700	-	-	700	-	700
Construction	-	500	-	500	-	500
Subtotal High School	6,612	16,827	16,689	6,750	-	6,750
Middle School						
Concessions	502	34	-	536	-	536
Accelerated Reader	179	96	212	63	-	63
Subtotal Middle School	681	130	212	599	-	599
Grade School						
Book Fair/Accel. Reader	1,670	6,445	6,538	1,577	-	1,577
McDonald Grant	-	463	463	-	-	-
Walk A Mile	75	-	-	75	-	75
Subtotal Grade School	1,745	6,908	7,001	1,652	-	1,652
Total School Projects	9,038	23,865	23,902	9,001	-	9,001
Total District Activity Funds	\$ 10,667	55,279	51,623	14,323	-	14,323

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 395

Notes to Financial Statements

June 30, 2007

1. Summary of Significant Accounting Policies

The District has established a uniform system of accounting maintained to reflect compliance with the applicable laws of the State of Kansas. The accompanying financial statements are presented to conform to the statutory basis and budget laws of the State of Kansas, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. The following is a summary of such significant policies:

A. Financial Reporting Entity

Unified School District No. 395, LaCrosse, Kansas, is a municipal corporation governed by an elected board. The District receives funding from local, state, and federal governmental sources and must comply with the requirements of these funding sources.

Unified School District No. 395, LaCrosse, Kansas, is the primary government as defined in GASB #14 and further amended by GASB #39. The School Board is elected by the public. The Board has the authority to make decisions, levy taxes, influence operations and has the primary accountability in fiscal matters.

The following is a component unit of **Unified School District No. 395, LaCrosse, Kansas**. The District exercises significant influence or accountability based primarily on operational or financial relationships with the District (as distinct from legal relationships).

USD 395 Public School Foundation for Educational Excellence

The Unified School District No. 395 School Foundation for Educational Excellence is organized as a non-profit organization in the State of Kansas for the sole purpose of providing charitable and educational functions to **Unified School District No. 395, LaCrosse, Kansas**. The Board of Trustees of the foundation are the members of the Board of Education of Unified School District No. 395. Their financial statements are not included in this report. Contact the District Clerk for information on how to obtain their financial information.

B. Basis of Presentation – Fund Accounting

The accounts of the District are organized and operated on the basis of funds. In governmental accounting, a fund is an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. The minimum number of funds is maintained consistent with legal and managerial requirements.

The following categories of funds comprise the financial activities of the District for the year ended June 30, 2007:

Governmental Funds

General Fund – reports as the primary fund of the District. The fund is used to account for all financial resources not reported in other funds.

Special Revenue Funds – to account for the proceeds of specific revenue sources (other than special assessments or major capital projects) that are restricted by law or administrative action to expend for specific purposes.

Fiduciary Fund

Student Activity Fund - an agency fund that accounts for the receipts and disbursements of monies from student activity organizations. These organizations exist with the explicit approval of and are subject to revocation by the District's Board of Education. This accounting reflects the District's agency relationship with the student activity organizations.

UNIFIED SCHOOL DISTRICT NO. 395

Notes to Financial Statements

June 30, 2007

C. Statutory Basis of Accounting

The statutory basis of accounting, as used in the preparation of these statutory basis financial statements, is designed to demonstrate compliance with the statutory basis and budget laws of the State of Kansas. Cash receipts are recognized when the cash balance of a fund is increased. Expenditures include disbursements, accounts payable and encumbrances. Encumbrances are commitments related to unperformed (executory) contracts for goods and services, and are usually evidenced by a purchase order or written contract.

The District has approved a resolution that is in compliance with K.S.A. 75-1120a(c), waiving the requirement for application of generally accepted accounting principles and allowing the District to use the statutory basis of accounting.

D. Departure from Generally Accepted Accounting Principles Generally Accepted in the United States of America

The basis of accounting described above results in a financial statement presentation, which shows cash receipts, cash disbursements, cash and unencumbered cash balances, and expenditures compared to budget. Balance sheets that would have shown non-cash assets such as receivables, inventories, and prepaid expenses, liabilities such as deferred revenue and matured principal, and interest payable, and reservations of the fund balance are not presented. Under accounting principles generally accepted in the United States of America, encumbrances are only recognized as a reservation of fund balance; encumbrances outstanding at year end do not constitute expenditures or liabilities. Consequently, the expenditures as reported do not present the cost of goods and services received during the year in accordance with generally accepted accounting principles. General capital assets that account for the land, buildings, and equipment owned by the District are not presented in the financial statements. Also, general long-term debt such as general obligation bonds, temporary notes, and compensated absences are not presented in the financial statements.

E. Accounting for Capital Assets and Depreciation

The District does not maintain a record of capital assets used in performance of general government operations as required by generally accepted accounting principles.

F. Budgetary Information

Kansas statutes require that an annual operating budget be legally adopted for the General Fund, Special Revenue Funds (unless specifically exempted by statute), Debt Service Funds, and Enterprise Funds. The statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

1. Preparation of the budget for the succeeding fiscal year on or before August 1st.
2. Publication in local newspaper of the proposed budget and notice of public hearing on the budget on or before August 5th.
3. Public hearing on or before August 15th, but at least ten days after publication of notice of hearing.
4. Adoption of the final budget on or before August 25th.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in revenue other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication, the hearing may be held and the governing body may amend the budget at that time. The General and At Risk (K-12) Funds were amended.

UNIFIED SCHOOL DISTRICT NO. 395
Notes to Financial Statements
June 30, 2007

F. Budgetary Information (cont.)

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison statements are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

All legal annual operating budgets are prepared using the statutory basis of accounting, in which revenues are recognized when cash is received and expenditures include disbursements, accounts payable, and encumbrances. Encumbrances are commitments by the District for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. All unused budget expenditures lapse at year-end.

A legal operating budget is not required for capital project funds, fiduciary funds, and the following special revenue funds: Contingency Reserve, Textbook Rental, Title I, Title V, Technology Grant, Title II A – Teacher Quality, Title II D – Education Technology, Gate Receipts, and School Projects.

Spending in funds which are not subject to the legal annual operating budget requirement is controlled by federal regulations, other statutes, or by the use of internal spending limits established by the governing body.

G. Encumbrances

Encumbrances represent commitments related to unperformed contracts for goods and services. Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of resources are recorded to reserve that portion of the applicable appropriation, is utilized in the governmental funds.

H. Deposits and Investments

The District follows the practice of pooling cash and investments of all funds. Each fund's portion of total cash and investment is summarized by fund type in the Summary of Cash Receipts, Expenditures, and Unencumbered Cash.

At June 30, 2007 the District had no investments.

K.S.A. 9-1401 establishes the depositories which may be used by the District. The statute requires banks eligible to hold the District's funds have a main or branch bank in the District in which the District is located, or in an adjoining county if such institution has been designated as an official depository and the banks provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the banks to pledge securities for deposits in excess of FDIC coverage. The District has no other policies that would further limit interest rate risk.

K.S.A. 12-1675 limits the District's investment of idle funds to time deposits, open accounts, and certificates of deposit with allowable financial institutions; U.S. government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. The District has no investment policy that would further limit its investment choices.

Concentration of credit risk. State statutes place no limit on the amount the District may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and 9-1405.

UNIFIED SCHOOL DISTRICT NO. 395

Notes to Financial Statements

June 30, 2007

H. Deposits and Investments (cont.)

Custodial credit risk – deposits. Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. State statutes require the District's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. The District did not use "peak periods" during the fiscal year 2007. All deposits were legally secured at June 30, 2007.

At June 30, 2007, the District's carrying amount of deposits was \$1,880,860 and the bank balance was \$1,064,484. Of the bank balance, \$300,000 was covered by federal depository insurance and \$764,484 was collateralized with securities held by the pledging financial institutions' agents in the District's name.

I. Property Tax Calendar

Property taxes are collected and remitted to the District by the County Treasurer. Taxes levied annually on November 1st are due one half by December 20th and one half by May 10th. Major property tax payments are received December through June and are recognized as revenue in the year received.

J. Inventories and Prepaid Expenses

Inventories and prepaid expenses which benefit future periods are recorded as expenditures during the year of purchase as required by state statutes.

K. Compensated Absences

Accrued sick leave is paid to employees who separate from service due to retirement, work force reduction, disability or death, provided the employee has been employed by the district for ten or more years as of the 2000 – 2001 contract year. The amount paid due to separation from service is equal to \$50 a day times the number of days accumulated not to exceed 60 days. No accumulated sick leave is paid to employees at separation of service for any other reason. For active employees, the maximum amount of sick leave they can accumulate is 90 days. The total potential liability for sick leave of the District as of June 30, 2007 was approximately \$373,725.

L. Defined Benefit Pension Plan

Plan description - Unified School District No. 395, LaCrosse, Kansas participates in the Kansas Public Employees Retirement System (KPERS), a cost-sharing multiple-employer defined benefit pension plan as provided by K.S.A. 74-4901, et seq. KPERS provides retirement benefits, life insurance, disability income benefits, and death benefits. Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to KPERS (611 South Kansas Avenue, Suite 100; Topeka, KS 66603-3803) or by calling 1-888-275-5737.

Funding Policy - K.S.A. 74-4919 establishes the KPERS member-employee contribution rate at 4% of covered salary. Member-employees' contributions are withheld by their employer and paid to KPERS according to the provisions of section 414(h) of the Internal Revenue Code. The State of Kansas is required to contribute the remaining amount necessary to achieve the actuarially determined contribution rate. Kansas contributed 6.07% of covered payroll for the fiscal year ended June 30, 2007. These contribution requirements are established by KPERS and are periodically revised. Kansas' contributions to KPERS for all Kansas public school employees for the years ending June 30, 2007, 2006, and 2005 were \$192,425,626, \$159,728,918 and \$138,176,951, respectively, equal to the required contributions for each year.

UNIFIED SCHOOL DISTRICT NO. 395
Notes to Financial Statements
June 30, 2007

M. Deferred Compensation Plan

The District sponsors a deferred compensation plan under the Internal Revenue Code Section 403(b). Permanent and part time employees are eligible to participate under the plan. The employer is responsible for the amount of deferred compensation to be contributed. The District is not required to make any contributions.

N. Other Post Employment Benefits

As provided by K.S.A. 12-5040, the District allows retirees to participate in the group health insurance plan. While each retiree pays the full amount of the applicable premium, conceptually, the District is subsidizing the retirees because each participant is charged a level of premium regardless of age. However, the cost of this subsidy has not been quantified in these financial statements.

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the District makes health care benefits available to eligible former employees and eligible dependents. Certain requirements are outlined by the District for this coverage. The premium is paid in full by the insured. There is no cost to the District under this program.

2. Operating Leases

On May 19, 2006, the District entered into a three year operating lease agreement with Durham School Services, L.P. for the use of school buses. Operating leases do not give rise to property rights or lease obligations and therefore, the results of this lease agreement are not reflected in the District's financial statements.

The following is a schedule by years of future minimum rental payments required under the operating lease that has an initial or remaining noncancelable lease term in excess of one year as of June 30, 2007.

Inception Date	Expiration	2008	2009	Total
5/19/2006	6/30/2009	116,443	119,704	236,147

3. Transfers and Payments

Transfers and payments within the reporting entity are substantially for the purpose of subsidizing operating functions, funding capital projects, and asset acquisitions or maintaining debt service on a routine basis as authorized by Kansas Statutes. The District's operating transfers and statutory authority for June 30, 2007 were as follows:

From	To	Statutory Authority	Amount
General	Capital Outlay	K.S.A. 72-8803	\$ 228,802
General	Special Education	K.S.A. 72-6420	285,555
General	Contingency Reserve	K.S.A. 72-6426	23,280
General	At Risk (K-12)	K.S.A. 72-6414a	126,027
General	Parent Education Program	K.S.A. 72-3607	4,000
Total General			667,664
Supplemental General	Special Education	K.S.A. 72-6420	160,000
Supplemental General	Parent Education Program	K.S.A. 72-3607	4,000
Supplemental General	Food Service	K.S.A. 72-5119	36,110
Supplemental General	Vocational Education	K.S.A. 72-6421	124,242
Supplemental General	Summer School	K.S.A. 72-8237	10,000
Supplemental General	Textbook Rental	K.S.A. 72-6428	16,908
Total Supplemental General			351,260
Total			\$ 1,018,924

UNIFIED SCHOOL DISTRICT NO. 395

Notes to Financial Statements

June 30, 2007

4. Use of Estimates in the Preparation of Financial Statements

The preparation of financial statements on a prescribed basis of accounting that demonstrates compliance with the statutory basis and budget laws of the State of Kansas requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

5. Risk Management – Claims and Judgments

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees and students; and natural disasters. The District has been unable to obtain workers compensation insurance at a cost it considered to be economically justifiable. For this reason, the District joined together with other Districts in the State to participate in the Kansas Association of School Boards Risk Management Services, a public entity risk pool currently operating as a common risk management and insurance program.

The District pays an annual premium to the Kansas Association of School Boards Risk Management Services for its workers compensation insurance coverage. The agreement to participate provides that the Kansas Association of School Boards Risk Management Services will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of \$500,000 for each insured event. Additional premiums may be due if total claims for the pool are different than what has been anticipated by the Kansas Association of School Boards Risk Management Services' management.

5. Risk Management – Claims and Judgments (cont.)

The District carries commercial insurance for all other risks of loss, including property, general liability inland marine, auto, linebacker, fidelity bond, comprehensive collision, and student activity coverage.

Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three calendar years.

Liabilities are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. At June 30, 2007, the financial statements do not include liabilities for anticipated costs.

6. Litigation

The District is party to various legal proceedings which normally occur in governmental operations. These legal proceedings are not likely to have a material adverse impact on the funds of the District.

7. Grants and Shared Revenues

The District participates in numerous state and federal grant programs, which are governed by various rules and regulations for the grantor agencies. Costs charged to the respective grant programs are subject to audit and adjustment by the grantor agencies; therefore, to the extent that the District has not complied with the rules and regulations governing the grants, refunds of any money received may be required. In the opinion of the District, any liability for reimbursement, which may arise as the result of the audit, is not believed to be material.

8. Comparative Data

Comparative data for the prior year has been presented in Statement 3 in the accompanying financial statements in order to provide an understanding of changes in the District's cash and unencumbered cash balances. However, complete comparative data (i.e., presentation of prior year totals in Statement 1) has not been presented since their inclusion would make certain statements unduly complex and difficult to read.

UNIFIED SCHOOL DISTRICT NO. 395

Notes to Financial Statements

June 30, 2007

9. Compliance with K.S.A. 72-6417(d) and K.S.A. 72-6434(d)

K.S.A. 72-6417(d) and K.S.A. 72-6434(d) require the school district to record any payment of general state aid that is due to be paid during the month of June and is paid to the school district after June 30, as a receipt for the school year ending on June 30. The following shows the revenue as required by these Statutes.

UNIFIED SCHOOL DISTRICT NO. 395
LaCrosse, Kansas
General Fund
Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended June 30, 2007
(With Comparative Actual Totals for the Prior Year Ended June 30, 2006)

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash Receipts				
Taxes and Shared Revenues				
Taxes	\$ 407,156	417,560	416,285	1,275
Intergovernmental Revenue				
Mineral Production Tax	10,845	8,844	-	8,844
Equalization Aid	1,815,214	1,843,545	1,843,397	148
State Aid	233,309	285,555	287,085	(1,530)
Total Cash Receipts	2,466,524	2,555,504	2,546,767	8,737
Expenditures				
Instruction	1,265,702	1,025,405	1,256,509	231,104
Student Support Services	55,156	52,813	29,144	(23,669)
Instructional Support Services	3,222	61,454	44,874	(16,580)
General Administration	186,737	171,415	199,072	27,657
School Administration	138,093	144,310	143,630	(680)
Operation and Maintenance	272,880	282,781	350,460	67,679
Vehicle Operating Services	146,932	149,662	154,831	5,169
Operating Transfers	396,081	667,664	378,278	(289,386)
Total Expenditures	2,464,803	2,555,504	2,556,798	1,294
Adjustment to Comply with Legal Max	-	-	(1,294)	(1,294)
Legal General Fund Budget	2,464,803	2,555,504	2,555,504	-
Receipts Over (Under) Expenditures	1,721	-		
Unencumbered Cash, July 1	265	2,263		
Prior Year Cancelled Encumbrances	277	90		
Unencumbered Cash, June 30	\$ 2,263	2,353		

UNIFIED SCHOOL DISTRICT NO. 395
Notes to Financial Statements
June 30, 2007

9. Compliance with K.S.A. 72-6417(d) and K.S.A. 72-6434(d) (cont.)

UNIFIED SCHOOL DISTRICT NO. 395
LaCrosse, Kansas
Supplemental General Fund
Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended June 30, 2007
(With Comparative Actual Totals for the Prior Year Ended June 30, 2006)

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash Receipts				
Taxes and Shared Revenues				
Taxes	\$ 464,732	497,855	482,627	15,228
Intergovernmental Revenue				
Equalization Aid	40,646	85,303	62,849	22,454
Total Cash Receipts	<u>505,378</u>	<u>583,158</u>	<u>545,476</u>	<u>37,682</u>
Expenditures				
Instruction	105,649	216,670	131,375	(85,295)
Operating Transfers	420,851	351,260	436,555	85,295
Legal Supplemental General Fund Budget	<u>526,500</u>	<u>567,930</u>	<u>567,930</u>	<u>-</u>
Receipts Over (Under) Expenditures	(21,122)	15,228		
Unencumbered Cash, July 1	<u>43,577</u>	<u>22,455</u>		
Unencumbered Cash, June 30	<u>\$ 22,455</u>	<u>37,683</u>		

10. Long Term Debt

The District has the following type of Long Term Debt:

Lease Obligations – The District has entered into lease agreements with an option to purchase at the expiration of the lease terms. The leases contain a fiscal funding clause.

Changes in long term debt for the District at June 30, 2007 and current maturities of long term debt and interest in one year increments through maturity are included on the next two pages.

LACROSSE UNIFIED SCHOOL DISTRICT NO. 395
Notes to Financial Statements
Note 10 - Statement of Changes in Long Term Debt
For the Year Ended June 30, 2007

Issue	Interest Rates	Date of Issue	Amount of Issue	Date of Final Maturity	Balance 07/01/06	Additions	Reductions/ Payments	Net Change	Balance 06/30/07	Interest Paid
Capital Leases										
Photocopy Machines	11.328%	09/21/04	\$ 23,040	08/21/09	\$ 15,903	-	(4,424)	(4,424)	11,479	1,577
Air Conditioners	4.848%	08/01/06	527,465	08/01/09	-	527,465	-	527,465	527,465	-
Total Capital Leases					15,903	527,465	(4,424)	523,041	538,944	1,577
Amount to be Provided for:										
Compensated Absences					369,543	-	-	4,182	373,725	-
Total Long Term Debt					\$ 385,446	527,465	(4,424)	527,223	912,669	1,577

LACROSSE UNIFIED SCHOOL DISTRICT NO. 395
Notes to Financial Statements
Note 10 - Schedule of Maturity of Long Term Debt
For the Year Ended June 30, 2007

	YEAR			
	2008	2009	2010	Total
Principal				
Photocopy Machines	4,951	5,542	986	11,479
Air Conditioners	167,568	175,690	184,207	527,465
Total Principal	172,519	181,232	185,193	538,944
Interest				
Photocopy Machines	1,049	458	14	1,521
Air Conditioners	25,567	17,445	8,929	51,941
Total Interest	26,616	17,903	8,943	53,462
Total Principal and Interest	\$ 199,135	199,135	194,136	592,406

The notes to the financial statements are an integral part of this statement.